

February 11, 2019

Utah Department of Natural Resources Division of Oil, Gas and Mining 1594 West North Temple, Suite 1250 Salt Lake City, UT 84116

Re: Comments on Coal Energy Group 3, LLC - Application for Permit to mine coal

To whom it may concern,

Please accept this letter as Canyon Fuel Company LLC's (CFC) comments on Coal Energy Group 3, LLC application for permit to mine coal at the previously permitted Kinney Mine.

CFC is the operator of the Skyline Mine, located in Eccles Canyon, approximately six road miles from the proposed permit area. In addition to the main mine site, Skyline Mine also operates a waste rock disposal facility in UP Canyon located in the SW¼NW¼ of Section 4, Township 13 South, Range 7 East, SLB&M. This waste rock site is located directly South of the current proposed permit boundary of the Kinney Mine. CFC leases this site from the Telonis Family and is part of the Skyline Mine Permit C007005. CFC anticipates continuing to use this facility through the life of the Skyline Mine.

CFC respectfully requests that the currently permitted activities of Skyline be recognized during the Kinney Mine permitting process. CFC would like to ensure the environmental quality and stability of the waste rock site are protected from adverse impacts caused by adjacent mining.

In addition to the protection of the waste rock site, Skyline Mine also ships a significant amount of coal via truck along Highway 96. With the close proximity of the proposed Kinney mine facilities to the road, CFC respectfully requests that proper accommodations for truck traffic be included in the permit approval. Without proper turning lanes and truck entrances, truck traffic can create a risk to public safety along the highway and through the town of Scofield.

CFC appreciates the opportunity to provide these comments on Coal Energy Group 3, LLC's application for permit to mine coal. If you should have any questions, please feel free to contact me by email at: <a href="mailto:rwilson@wolverinefuels.com">rwilson@wolverinefuels.com</a> or by phone at (970) 852-0110.

Sincere regards.

Ryan Wilson Landman